

ORIGINAL

NEW APPLICATION



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RECEIVED ARIZONA CORPORATION COMMISSION

2009 DEC -9 P 4: 04

AZ CORP COMMISSION
DOCKET CONTROL



Arizona Corporation Commission
DOCKETED

DEC -9 2009

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FINANCING APPLICATION

W-02386A-09-0554

Sun Leisure Estates Utilities Company, Inc.
UTILITY NAME

DOCKET NO(S)

You must complete ALL items in the application according to the instructions provided. If you have any questions regarding the application please call (602) 542-4251 for Staff assistance.

IN ORDER TO PROCESS YOUR APPLICATION
PLEASE FORWARD THE ORIGINAL
AND THIRTEEN COPIES OF THE
APPLICATION PLUS
THREE PACKETS OF THE SUPPORTING
DOCUMENTATION TO:

ARIZONA CORPORATION COMMISSION
DOCKET CONTROL CENTER
1200 WEST WASHINGTON STREET
PHOENIX, ARIZONA 85007

FINANCING APPLICATION

SUN LEISURE ESTATES UTILITIES COMPANY, INC.

Date: December 7, 2009

**1. Applicant's Name: Sun Leisure Estates Utilities Company, Inc.
P.O. Box 1074
Yuma, Arizona 85365**

**2. Contact Person: Chuck Swysgood President of Board of Directors
1481 Michelle Lane
Yuma, Arizona 85365
Telephone 928-317-9379
E-mail cswysgood@beamspeed.net**

3. Sun Leisure Estates Utilities Company has a commitment for loans up to \$25,000 from several individuals for the purpose of drilling a new back-up well.

- **The loans would be at a 6 percent interest rate.**
- **The duration of the loans would be for up to five years.**
- **The loans would be repaid monthly from the Company's operating revenues.**
- **The Company's assets are not encumbered by the financing.**
- **The loans are contingent upon the Commission approving an increase in the Company's current rates, sufficient enough to satisfy the loan requirements.**
- **The Company has submitted a rate increase application to the Commission (Docket No. W- 02386A-09-0308).**
- **The Company estimates that it would require a rate increase of at least fifty percent above our current rates to satisfy the loan requirements.**
- **The Company requests that this financing application be included in our rate increase application that is before the Commission (Docket No. W-02386A-09-0308).**
- **The Company is enclosing with this application, copy of well drillers estimate, estimates of other related costs, and an amortization schedule.**

DAN

Quotation

Shuck Drilling AZ LLC
18927 South Ave 3E
Yuma, AZ 85365
USA

Quote Number:
832

Quote Date:
Oct 16, 2007

Page:
1

Quoted to:

CHUCK SWYSGOOD
1481 MICHELLE LANE
YUMA, AZ 85365

Sun Liesure

7.

Customer ID		Good Thru	Payment Terms	Sales Rep	
SWYSGOOD		11/15/07	Net 10th of Next Month		
Quantity	Item	Description	Unit Price	Extension	
1.00		16" X 20' SURFACE CASING CEMENTED IN PLACE.	1,500.00	1,500.00	
240.00		DRILL 240' 14-3/4" BOREHOLE.	30.00	7,200.00	
60.00		60' X 8" PERFORATED PIPE .050.	14.00	840.00	
180.00		180' X 8" BLANK SDR 21 PIPE.	10.00	1,800.00	
1.00		150S160-5 GRUNDFOS PUMP 10 HP/125 GPM/STAINLESS STEEL CONSTRUCTION.	3,250.00	3,250.00	
147.00		FT 3" GALVANIZED DROP PIPE.	8.00	1,176.00	
150.00		FT 8-4 SUB CABLE.	2.75	412.50	
1.00		WELL SEAL/TOP T/AIR VENT/1" RELIEF VALVE.	500.00	500.00	
1.00		INSTALL PUMP.	800.00	800.00	
1.00		3" FLOWMETER MT103.	955.00	955.00	
			Subtotal	18,433.50	
			Sales Tax	851.63	
			Total	19,285.13	

Sun Leisure Estates Utilities Company, Inc.

The following are estimates of additional costs to drill a new back-up well.

- **\$ 20,000 for drilling new well. Copy of estimate included with application.**
- **\$ 2,000 estimate for engineering costs if needed (per, Yuma Territorial Engineering).**
- **\$ 1,000 estimate for piping, valves, and electrical materials for hooking new well to the storage tank. Company will do this work.**
- **\$ 2,000 for the possible purchase of a small tract of land boarding our well site to give us more room. This is contingent on land owner willing to sell. If he does not want to sell, the loan will be for less money.**
- **\$ 25,000 total estimated cost.**

Sun Leisure Estates Utilities Company, Inc.

Loan Summary

Loan Amount \$25,000

Loan Term: 5 years (60 months)

Interest rate: 6.0 %

Monthly Principal & Interest \$483.32

Total of 60 Payments \$28,999.20

Total Interest Paid \$3,999.20

Pay-off Date Apr, 2015

Amortization Schedule

Month	Interest	Principal	Balance
May, 2010	\$125.00	\$358.32	\$24,641.68
Jun, 2010	\$123.21	\$360.11	\$24,281.57
Jul, 2010	\$121.41	\$361.91	\$23,919.66
Aug, 2010	\$119.60	\$363.72	\$23,555.93
Sep, 2010	\$117.78	\$365.54	\$23,190.39
Oct, 2010	\$115.95	\$367.37	\$22,823.03
Nov, 2010	\$114.12	\$369.20	\$22,453.82
Dec, 2010	\$112.27	\$371.05	\$22,082.77
Jan, 2011	\$110.41	\$372.91	\$21,709.86
Feb, 2011	\$108.55	\$374.77	\$21,335.09
Mar, 2011	\$106.68	\$376.64	\$20,958.45
Apr, 2011	\$104.79	\$378.53	\$20,579.92
May, 2011	\$102.90	\$380.42	\$20,199.50
Jun, 2011	\$101.00	\$382.32	\$19,817.18
Jul, 2011	\$99.09	\$384.23	\$19,432.94
Aug, 2011	\$97.16	\$386.16	\$19,046.79
Sep, 2011	\$95.23	\$388.09	\$18,658.70
Oct, 2011	\$93.29	\$390.03	\$18,268.68
Nov, 2011	\$91.34	\$391.98	\$17,876.70
Dec, 2011	\$89.38	\$393.94	\$17,482.76
Jan, 2012	\$87.41	\$395.91	\$17,086.86
Feb, 2012	\$85.43	\$397.89	\$16,688.97
Mar, 2012	\$83.44	\$399.88	\$16,289.10
Apr, 2012	\$81.45	\$401.87	\$15,887.22

Month	Interest	Principal	Balance
May, 2012	\$79.44	\$403.88	\$15,483.34
Jun, 2012	\$77.42	\$405.90	\$15,077.43
Jul, 2012	\$75.39	\$407.93	\$14,669.50
Aug, 2012	\$73.35	\$409.97	\$14,259.53
Sep, 2012	\$71.30	\$412.02	\$13,847.51
Oct, 2012	\$69.24	\$414.08	\$13,433.42
Nov, 2012	\$67.17	\$416.15	\$13,017.27
Dec, 2012	\$65.09	\$418.23	\$12,599.04
Jan, 2013	\$63.00	\$420.32	\$12,178.71
Feb, 2013	\$60.89	\$422.43	\$11,756.29
Mar, 2013	\$58.78	\$424.54	\$11,331.75
Apr, 2013	\$56.66	\$426.66	\$10,905.09
May, 2013	\$54.53	\$428.79	\$10,476.29
Jun, 2013	\$52.38	\$430.94	\$10,045.35
Jul, 2013	\$50.23	\$433.09	\$9,612.26
Aug, 2013	\$48.06	\$435.26	\$9,177.00
Sep, 2013	\$45.89	\$437.44	\$8,739.57
Oct, 2013	\$43.70	\$439.62	\$8,299.94
Nov, 2013	\$41.50	\$441.82	\$7,858.12
Dec, 2013	\$39.29	\$444.03	\$7,414.09
Jan, 2014	\$37.07	\$446.25	\$6,967.84
Feb, 2014	\$34.84	\$448.48	\$6,519.36
Mar, 2014	\$32.60	\$450.72	\$6,068.64
Apr, 2014	\$30.34	\$452.98	\$5,615.66
May, 2014	\$28.08	\$455.24	\$5,160.42
Jun, 2014	\$25.80	\$457.52	\$4,702.90
Jul, 2014	\$23.51	\$459.81	\$4,243.10
Aug, 2014	\$21.22	\$462.10	\$3,780.99
Sep, 2014	\$18.90	\$464.42	\$3,316.58
Oct, 2014	\$16.58	\$466.74	\$2,849.84
Nov, 2014	\$14.25	\$469.07	\$2,380.77
Dec, 2014	\$11.90	\$471.42	\$1,909.35
Jan, 2015	\$9.55	\$473.77	\$1,435.58
Feb, 2015	\$7.18	\$476.14	\$959.44
Mar, 2015	\$4.80	\$478.52	\$480.92
Apr, 2015	\$2.40	\$480.92	\$0.00

STATEMENT OF OPERATING INCOME

	Company Exhibit	Staff Adjustments	Staff Adjusted
Revenues:			
461 Metered Water Revenue	\$13,636	\$0	\$13,636
460 Unmetered Water Revenue	0	0	0
474 Other Water Revenues	0	0	0
Total Operating Revenue	\$13,636	\$0	\$13,636
Operating Expenses:			
601 Salaries and Wages	\$0	\$0	\$0
610 Purchased Water	0	0	0
615 Purchased Power	1,507	0	1,507
618 Chemicals	0	0	0
620 Repairs and Maintenance	209	0	209
621 Office Supplies & Expense	310	0	310
630 Outside Services	12,599	(8,999) A	3,600
635 Water Testing	2,064	534 B	2,598
641 Rents	0	0	0
650 Transportation Expenses	0	0	0
657 Insurance - General Liability	1,693	0	1,693
659 Insurance - Health and Life	0	0	0
666 Regulatory Commission Expense - Rate Case	0	0	0
675 Miscellaneous Expense	492	0	492
403 Depreciation Expense	1,389	0	1,389
408 Taxes Other Than Income	426	0	426
408.11 Property Taxes	876	0	876
409 Income Tax	45	0	45
Total Operating Expenses	\$21,610	(\$8,465)	\$13,145

OPERATING INCOME/(LOSS) **(\$7,974)** **\$8,465**

Other Income/(Expense):			
419 Interest and Dividend Income	\$19	\$0	\$19
421 Non-Utility Income	197	0	197
427 Interest Expense	216	0	216
4XX Reserve/Replacement Fund Deposit	0	0	0
426 Miscellaneous Non-Utility Expense	0	0	0

Total Other Income/(Expense) **\$0** **\$0** **\$0**

NET INCOME/(LOSS) **(\$7,974)** **\$8,465**